Introduced by Assembly Member Yee

February 20, 2003

An act to add Sections 5781 and 14132.74 to the Welfare and Institutions Code, relating to Medi-Cal.

LEGISLATIVE COUNSEL'S DIGEST

AB 939, as introduced, Yee. Telemedicine: psychiatric inpatient hospital services: reimbursement.

Existing law provides for the Medi-Cal program, administered by the State Department of Health Services, under which qualified low-income persons are provided with health care services.

Existing law requires the State Department of Mental Health to implement managed mental health care for Medi-Cal beneficiaries through fee-for-service or capitated rate contracts with mental health plans, including individual counties, counties acting jointly, any qualified individual or organization, or a nongovernmental entity. Existing law authorizes counties to contract with mental health providers to provide mental health services to Medi-Cal beneficiaries.

Under existing law, the State Department of Health Services is required to allow psychiatrists to receive fee-for-service Medi-Cal reimbursement for services provided through telemedicine until June 30, 2004, or until the State Department of Mental Health and mental health plans, in collaboration with stakeholders, develop a method for reimbursing psychiatric services provided through telemedicine that is administratively feasible for the mental health plans, primary care providers, and psychiatrists providing the services, whichever occurs later.

AB 939 -2-

Existing regulations establish reimbursement procedures for the reimbursement of acute psychiatric inpatient hospital services for each fee-for-service Medi-Cal hospital with a contract with a mental health provider, and for the reimbursement of those services for each such hospital without such a contract.

This bill would provide that mental health providers that provide services to Medi-Cal beneficiaries under a contract with a provider of psychiatric inpatient hospital services, and mental health providers that provide mental health services to Medi-Cal beneficiaries through telemedicine, shall be reimbursed in the same manner as providers of acute psychiatric inpatient hospital services.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

The people of the State of California do enact as follows:

- 1 SECTION 1. Section 5781 is added to the Welfare and 2 Institutions Code, to read:
- 3 5781. Mental health providers that provide services to
- 4 Medi-Cal beneficiaries under a contract with a provider of
- 5 psychiatric inpatient hospital services shall be reimbursed in the
- 6 same manner as providers of acute psychiatric inpatient hospital
- 7 services in accordance with Article 1 (commencing with Section
- 8 1820.100) of Subchapter 2 of Chapter 11 of Title 9 of the
- 9 California Code of Regulations.
- SEC. 2. Section 14132.74 is added to the Welfare and Institutions Code, to read:
- 12 14132.74. Mental health providers that provide services to
- 13 Medi-Cal beneficiaries through telemedicine shall be reimbursed
- 14 in the same manner as providers of acute psychiatric inpatient
- 15 hospital services in accordance with Article 1 (commencing with
- 16 Section 1820.100) of Subchapter 2 of Chapter 11 of Title 9 of the
- 17 California Code of Regulations.